App. F. IX-4

1954-55 (FTB.)

File No. 31-54

Serial Nos. 5, 6

Previous References.
FTB. 31. 54-4

Later References.

GENERAL AND REVENUE SECRETARIAT

Serial Nos. 2.

PLS
E

Part B for August 1955.

SUBJECT

Procedure for Charging interest on advances drawn by the Trust Boards.

WD 01425—GPB—25,000—15-9-1952.

L 6392/ 31. 8. 55.
Re A.G. Bengal

Concurred in
30/9.

General and Revenue Secretariat | File No. | of 19 (1)

WD 06071—GPB—25,000—20-6-49

Serial No.

Letter No A·H·I—596 & 4/8-11-54 from the A·G. regarding the procedure of charging interest on the advances drawn by the Trust Boards.

1) Orders were issued to charge interest taking into account the balances due from the Trust Board funds on the first of every month and not to charge interest on the balance of the T.B. funds remaining with govt on the first of every month — Vide paras 5 of the go. dt 4-10-54 (flg A-page 2 of the collection)

2) The A·G. seeks clarification whether the intention is to charge interest on the net balance of amount arrived on the first of every month by deducting the balance at the credit of T.B. funds from the balance under a "Advance". He says that if a reply is in the affirmative, then the of the Dist. Treasury officer, may state Huzur Treasury may be asked to intimate him the balance at the credit of the Trust Boards on the first of each month.

3) The reply may perhaps be in the affirmative, in the light of the orders issued — Vide para 1 above — and the Treasury officers instructed as requested by the A·G. in letter.

Ms 19/11 for reply

4) The reply must be issued

for orders.

Secy (Fin)

19/11

SECRETARIAT GOVERNMENT
30 . . 1954
S. . . PAPERS

NOTE—Contn. Sheet.

File No. (12) 568√6843√7869. of 19

General and Revenue Secretariat

Serial No.

5) Pl discuss with A/S 7.D. (Budget) and then put up a reply

4/2

6) As D could not meet the Assistant Secy. (Budget), because he was very busy in connection with the preparation of the Budgets the file is referred to the Budget Branch for remarks

Asst Secy Budget

2/2

Reminder of 26/1/55 from the A.G.

8601/B
-4 FEB 1955
BUDGET

Dear R
to speak
to me
7/2

7) It is not correct to calculate interest on net balance of the loan after deducting balance in 7.B. Fund as it will amount to payment of interest on the balances in the 7.B. Funds. All the balance in the Fund need not necessarily be unspent balance of the Advance drawn and the fund must consist of the other amounts relating to such Boards. It is also not correct to retain advance amounts in the Fund and it can as well be paid back & redrawn the outstanding balances under Advances.

~~Accounts Officer is to take back balances~~

7/3

Asst Secy Municipal

6/3

7 - MAR 1955
MUNICIPAL BR

Levy of interest on the amounts advanced to Trust Boards.

Mysore Government Secretariat | 7869/m File No. of 195 . | [App. F. III 2

Serial No.

8601/B

8) The remarks of the Finl. Secy in para 7 ~~abv~~ of the notes are for him general. It needs clarification whether the GO No. NL 8147-50/2.T.B31-54-4 dd 4-10-54 directing that "interest be charged taking into account the balances due from the Trust Boards on the first of every month and no interest need be charged on the balance of the Trust Board funds remaining with govt on the 1st of every month" requires any modification in the light of the remarks in para 7. The Financial Secy may kindly be requested to clarify this point

fly A 1

A&S Budget

9) Fly 11/4

14 APR 1955 10

What is stated in para 7 is the strict interpretation. It may not be possible to split up the balance in the Trust Board funds into amounts representing recovery of advances, govt grants or otherwise. To arrive at a practical mode of arriving at the balance it is suggested that we may be calculated on the amount due less the balance at the credit of the funds. ~~Subsequently~~ In any particular month govt grant if any credited to the fund should be omitted. A-G may be consulted if need be

Mysore Govt Secretariat 20 APR 1955 Municipal Branch

Note — Contn. sheet

Mysore 19/4 11) 19/4

Levy of interest on the amount advanced to Town Boards. 8601/B

File No. 7869/ml of 19 .

Mysore Government Secretariat

Serial No.

12) Draft letter is put up to the A.G. seeking his views on the lines indicated at Paras 10 & 11. The draft may kindly be got passed by the Financial Secretary before issue.

Dc 25/5 Ms 27/5

For perusal

13) 2915

A.C.S Budget

14) Draft letter may be sent unofficially

Answer Ms 27/5

15) Should it be sent to A.G. or Finance Dept

576

~~Forwarded to the A.G.~~

16) The letter is put up to the A.G. The Finance Dept have suggested that the file may be referred unofficially instead of the letter. Hence this may please be referred to the A.G. unofficially.

6/6 Ms 6/6

17) How can this file be sent unofficially to A.G. There is a circular that the files should not be sent to A.G. unofficially. Therefore that circular

6/6

FINANCE L 31 MAY 1955 BUDGET

~~Draft dictated~~ ~~note on file~~ ~~Pl typed~~ 27/V

Levy of interest on the amount advanced to the Town Boards

Mysore Government Secretariat | 7869/ Misc File No. of 195 . 2800 | Leg 55 [App. F. III 2

Serial No.

18) It is learnt from the Financial Branch that no such enquiry has been issued from that Branch. If necessary the Chief Secretary may be consulted. 19) 24/6

Dr 16/6 Mrs 18/6. Asst Secy Tariff

24/6.

MYSORE GOVERNMENT SECRETARIAT
24 JUN 1955
CHIEF SECRETARIAT

KS

20 There is no circular to the effect that files should not be sent un-officially to the A.G. But orders of the Secretary concerned should be obtained for sending a file un-officially to the A.G. In fact, files are being sent un-officially to the A.G. whenever necessary, to obtain his opinion or remarks

21. With the above information, the file may be returned to Municipal Branch.

Asst Secy 22 27/6

KHS 29/6/55

25/6

24/6

23) For Perusal and orders with reference to Para. 19.

28/6 Mrs 29/6

Leg Pl put up draft note for orders of the Secy. It must state the history of this

NOTE.—Contn. sheet

Levy of interest on the amount advanced to the Trust Boards

6 File No. 7869/me of 195 .

Mysore Government Secretariat

Serial No.

Case. I personally feel that this record should not be sent unofficially to A.G.

All
4/2

Submitted:-

25) Orders were issued to change interest taking into account the balance due from the Trust Board funds on the first of every month and not to change interest on the balance of the Trust Board funds remaining with Govt on the first of every month - vide para 5 of the G.O. of 4.10.54 (Flag A - Page 24 of the Collections) Flag 'A'

26) The A.G. in his letter No. DHI-5960 dated 24/8.11.54 (Flag 'O') seeks clarification whether the intention is to charge interest on the net balance of amount arrived at on the first of every month by deducting the balance as the credit of Trust Board fund from the balance under "Advance". He says that if a reply is in the affirmative then the officer in charge of S.H.T. and the Dist Treasury Officer Mysore may be asked to intimate him the balance at the credit of the Trust Boards on the first of each month. Flag 'O'

27) The Assistant Secretary Budget who was consulted in the matter states as follows:- (Para 7)

It is not correct to calculate interest on net balance of the loan after deducting balance in T.B. fund as it will amount to payment of interest on the balance in T.B funds. All the balance in the fund need not necessarily be unspent balance of the advance drawn and the fund would consist

Continued

Levy of interest on the amount advanced to the Trust Boards.

Serial No.

of the other amounts relating to Trust Board It is also not Correct to Retain advance amounts in the fund and it Can as well be paid back to reduce the outstanding balance made advance.

28) It may not be possible to split up the balance in the T B funds into amounts representing recovery of advance, Govt grants or other wise. A.G. may be Consulted if need be. (Para 10)

29) The Chief Secretary was Consulted regarding sending file unofficially to the A.G. for Remarks. The file was returned with the instruction that file are being sent unofficially to the A.G. Whenever necessary to obtain his opinion or Remarks (Para 8).

30) The point on which orders are solicited is whether this file may be sent to the A.G. unofficially for remarks.

R.
12/7/552

Rec'd 12/7

31) Why this file should not be sent unofficially to the Accountant General is that the Accountant General himself, has asked for clarification of the Government Order. It is now a duty cast upon Government to clarify the point raised by the Accountant General. It does not seem to be correct to refer back to the Accountant-General for clarification on a matter on which Government have to clarify.

32) The Chairman, City Improvement Trust Board, Mysore, represented that the levy of interest on advances

NOTE.—Contn. sheet

Levy of interest on the amount advanced to the Trust Board.

8

7869 File No. of 195 .

Mysore Government Secretariat

Serial No.

taken by the Trust Board, will work as a great hardship because the advances will not be spent immediately and that the amount will remain in Government Treasury for a very long time, and that the money will be spent out of these advances as and when the work progresses and that if the Trust Board pays interest on the entire advance from the date it was adjusted to the Trust Board Fund, then the Trust Board has to meet the interest charges out of the profits realised from the sale of sites. He therefore requested that interest may be charged only on the amount spent by the Board at the end of every month, and not on the amount that is in the Bank or Treasury because that amount has to be treated as lying with Government itself. The previous Secretary took a sympathetic view of the representation of the Chairman, and financial concurrence was obtained to levy interest only on the amount spent. Now it is sufficient to say that the amount spent should be considered as the amount on which the interest should be charged at the end of every month. The amount that is left unspent in the Treasury or the Bank must not be subjected to levy of interest. If approved, reply will be sent to the Accountant-General accordingly.

Draft letter is also put up for kind approval.

6301
28 JUL 1955
GOVERNMENT OF MYSORE

OF MYSORE
1 AUG 1955

33) 26/7

See Rows 1 to 4

34) For Concurrence or remarks.

5126

WD 07074—GPB—80,000—5-10-54

Levy of interest on the amount advanced to the Trust Board.

Mysore Government Secretariat | File No. 7869 SC of 195 . | [App. F. III 2

9

Serial No.

5/26/SC

35) A substantial amount is already outstanding in the Advance account. This amount is now reflected in the balance at the credit of the Trust Boards. What is suggested by the administrative Secty. would amount to charging interest on the amount spent for the Trust Board funds in future leaving out of account the advances already drawn, credited to the fund and thereafter invested in the Trust Board Schemes. A.D. is now agreeable to this proposal what is suggested in para 10 is itself a concession. In that para it is made clear that the Trust Board may pay interest on the outstanding advances less the balance at the credit of the Trust Board fund. This means no interest is charged on the balances in the fund now actually spent. It is just to avoid any misunderstanding on the part of the file was asked to be sent to A.G. for his remarks regarding financial difficulties if any in following the procedure suggested in para 10

A

6/8/55

36) The position set out at A above is correct. Action may be taken accordingly—

Secy Ex & SC

37) Papers to 5.8.55

9 AUG

NOTE.—Contn. sheet

Levy of interest on the amounts advanced to the Trust Bond

10 File No. 7889 me of 195 .

Mysore Government Secretariat

As ordered at Pros 35/A, 36, and 37

Serial No.

381 Dft letter to the AG Mysore Bangalore with a copy to the Chairman. alg DTB Mysore, chairman alg DTS B'lore and Budget Branch is pamphlets approval

R46/87/55-2 391 for perusal before issue 3655

Ms 17/8. 18 Aug 1955

Asst Secy Budget 126

Addl Secy 40 hs

Member 21/8

Dy Secy

Issued to the AG Mysore B'lore

Copy to the chairman alg STB B'lore.

Mysore

Budget Branch.

Trust Bonds may pay interest on the amount drawing advance from the balance at the Credit of the Trust Bond.

L 6392/6393/ DTB-31-54-67-31-87/55

15 21/9/55

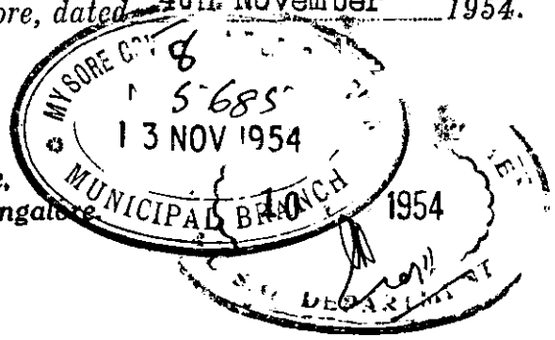
WD 67074—GPP—80,000—8-10-54

(1)

OFFICE OF THE ACCOUNTANT GENERAL,
MYSORE,

No. D.H.I - 596

Bangalore, dated 4th November *1954.*



From

The Accountant General, Mysore,
Bangalore.

Sir APM 10/11

To

DTB 31-54-5

The Secretary to the Government of Mysore,
L.S.G. and Planning Departments,
Bangalore.

Sir, Subject: G.O.No.L 8147-50 I.T.B.31-54-4 dated 4-10-54 regarding the procedure of charging interest on the advances drawn by the Trust Boards.

Pg A (Page 24 write)

In para 5 of the Government Order cited above, it is directed that the interest should be charged taking into account the balances due from the Trust Boards on the first of every month. In this connection it may be stated that there are two accounts in the name of the City Improvement Trust Board, Bangalore. (1) The advance account under the head "R.Loans and Advances by State Government" and (2) the fund account under "P.Deposits and Advances" and the balances are appearing in both the accounts. Whether the intention of Government is to charge interest on the net balance of amount arrived at on the first of every month by deducting the balance at the credit of Trust Board Fund from the balance under "Advances" may kindly be clarified. If the reply to the above is in the affirmative then the Officer-in-charge of the State Huzur Treasury, Bangalore, may kindly be asked to intimate this office the balance at the credit of Trust funds on the first of each month.

Orders of the Government may kindly be intimated at an early date.

Yours faithfully,

(P.Govindasami),
Asst. Accounts Officer.

RR.

Ki District Treasury.
ier. Mysore.

RJ 10/6/11

(2)

OFFICE OF THE ACCOUNTANT GENERAL,
MYSORE.

No. 700/DHI/ Bangalore, dated 16th Dec. 1954.

From

The Accountant-General, Mysore,
Bangalore.

To

The Secretary to Government of Mysore,
Local Self-Government and Planning
Departments,
Bangalore.

Sir,

Sub:- G.O.No.L.8147-50-ITB. 31-54-4 dated 4-10-54 regarding the procedure of charging interest on the advances drawn by the Trust Boards.

I would invite a reference to this office letter No.DHI. 596 dated 4/8-11-54 on the subject mentioned above and request the favour of an early reply thereto.

Yours faithfully,

(P.Govindasami)
Asst.Accounts Officer.

Branch Diary shows that the main file bearing D. No. 5685/DH has been submitted to the secy. on 30/11/54. ~~This will be placed~~ The A-G. will be informed that the question is receiving attention and orders may be awaited.

Yes. But find out what became of the file

The file is put up

(3)

Appendix F.G.—1]

SUBJECT..... Gn NTL 81/47-50/9.T.B 31-54-4 & 4-10-54 re the procedure of charging interest on the advances drawn by the T. Boards

Diary No. of letter replied to.....

Mysore Government Secretariat

( )

the *195* .

Date of issue.....

Signed by.....

List of enclosures.....

Copied by.....

Examined by.....

Section

File No.

Serial No.

No.

To

The A.G.

Sir,

In reply to your letter No. 700/D.HS & 16/17-12-54 on the above subject, I am directed to state that the question is under consideration & orders thereon may be awaited.

Y.T.

Asstt Secy

OFFICE OF THE ACCOUNTANT GENERAL,
MYSORE.

No. DHI.820-7-8. Bangalore, dated 22-1-1955.

24-1-55

From

The Accountant-General, Mysore,
Bangalore.

To

The Secretary to the Government of Mysore,
Education and Local Self Govt. ~~and Planning~~ Departments,
Bangalore.

Sir,

Sub: Govt. Order No. L8147-50-ITB.31-54-4 dated 4-10-54 regarding the procedure of charging interest on the advances drawn by Trust Boards.

I would invite a reference to this office letter No. DHI.590 dated 8-11-54 on the subject mentioned above and reminder thereon issued under No. DHI.700 dated 17-12-54.

Orders of Government clarifying the issue may kindly be communicated at an early date so that para 5 of the Govt. Order referred to above may be implemented without delay.

Yours faithfully,

(P. Govindasami),
Asst. Accounts Officer.

Kma.

M. G. S. App. F. G. 3]

MYSORE GOVERNMENT

SECRETARIAT.

(*Continuation sheet draft form*).

S

No. L. 6392/ FTB. 31-54-6

Lr D. 31/8/55

The AG Mysore Bangalore

Sir,

Subject:- G.O. No. L 8147-50 FTB. 31-54-4 dated 4.10.54 regarding the procedure of charging interest on the advances drawn by the Trust Boards.

With reference to your letter No. DHI-696 dated 4/8.11.54 on the above subject I am directed to state that the Trust Boards may pay interest on the out standing advances less the balance at the credit of the Trust Board. Fund. This means no interest is to be charged on the balance in the fund not actually spent.

Yours faithfully

(illegible)

for Secy Edn & LSG Depts

Dft) R 16/8/55

Copy to Memo. No. L. 6393-96 D. 31-8-55.

The Chairman city DTB Bangalore

" Mysore

The Budget Branch.

Re.

WD 04860—GPB—40,000—22-1-54